Local Mandate Fiscal Impact Estimate Kentucky Legislative Research Commission 2016 Regular Session

Part I: Measure Information

Bill Request #: 287
Bill #: HB 180
Bill Subject/Title: AN ACT relating to criminal histories of job applicants
Sponsor: Representative George A. Brown, Jr.
Unit of Government: X City X County X Urban-County X Unified Local Charter County Consolidated Local Government
Office(s) Impacted: All offices that hire employees
Requirement: X Mandatory Optional
Effect on Powers & Duties: X Modifies Existing Adds New X Eliminates Existing

Part II: Purpose and Mechanics

The purpose of HB 180 is to remove obstacles to employment for persons with a criminal Section 1 of the bill would create a new section of KRS Chapter 344 (Kentucky's Civil Rights Act) to make it an illegal practice for an employer to consider or require disclosure of the criminal record or criminal history of a job applicant **until** the applicant has been selected for an interview, or where there is no interview, before a conditional offer of employment is made to the applicant. The bill would not apply to applicants for a law enforcement position, a position requiring a criminal background check pursuant to federal or state law, or a position where the applicant would be required to obtain a fidelity bond or equivalent bond but would be disqualified from obtaining the bond because of a criminal conviction. An employer would not be prohibited from notifying applicants that law or employer policy disqualifies an individual with a particular criminal history from employment in particular positions. An employer would be allowed to ask an applicant for information about criminal history at the first interview, in accordance with applicable state and federal laws. Section 2 of the bill would declare the Act the "Ban the Box-The Criminal Record Employment Discrimination Act."

Part III: Fiscal Explanation, Bill Provisions, and Estimated Cost

Any fiscal impact of HB 180 on local governments would arise in their capacity as employers. The fiscal impact of HB 180 on local governments will be none to minimal.

Under current law, KRS Chapter 335B (Licensing and Public Employment Qualifications) already prohibits public employment hiring discrimination based solely on an applicant's prior criminal conviction, with several exceptions. HB 180 would eliminate criminal history as an early "screening tool" to eliminate an applicant as a candidate for a job. The only cost to local governments would be in conforming local ordinances and, perhaps, amending application forms.

Data Source(s): LRC staff and Kentucky League of Cities

Preparer: Mary Stephens **Reviewer:** JWN **Date:** 1/19/16